

EXTENSION OF FACILITIES MANAGEMENT SERVICES CONTRACT

THIS EXTENSION OF FACILITIES MANAGEMENT SERVICES CONTRACT, executed on this ____ day of _____, 2021, shall modify and become a part of the Facilities Management Services Contract, dated December 6, 2012, by and between Meridian Management Corporation ("Vendor") and Lexington Fayette Urban County Government ("LFUCG"), concerning the provision of facility management services for the Fayette County Courthouses, which Management Services Contract is attached hereto as Exhibit A.

WHEREAS, the parties wish to extend the term of the Management Services Contract previously entered until January 12, 2022;

NOW, THEREFORE, for and in consideration of the mutual covenants and conditions set forth herein, the parties hereby agree to modify the Management Services Contract as follows.

A new Article shall be added, which shall read as follows:

Article XXXI. RENEWAL

This Agreement shall be extended for one (1) year from the initial date of expiration, as provided for in Section 1.04, until January 12, 2022, under the same terms and conditions as provided for in the Agreement and documents incorporated therein. Provided, however, that LFUCG shall pay Vendor a monthly rental rate of \$80,696.92 during the extension instead of the \$79,740.04 monthly rental rate established for the initial five years of the Facilities Management Services Contract.

All other terms and conditions of the original lease agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have executed this amendment to lease agreement to be effective the 2nd day of February, 2021.

**MERIDIAN MANAGEMENT
CORPORATION**

Signature: Elliott S. Horne

Name, Title: Elliott S. Horne, President

Date: December 11, 2020

**LEXINGTON-FAYETTE URBAN
COUNTY GOVERNMENT**

Signature: Linda Gorton

Name, Title: Mayor Linda Gorton

Date: 2/2/2021

MAYOR LINDA GORTON



LEXINGTON

SALLY HAMILTON

CHIEF ADMINISTRATIVE OFFICER

TO: Mayor Linda Gorton
Urban County Council

FROM: 
Monisa Conrad, Acting Commissioner, General Services

CC: Jamshid Baradaran, Director, Facilities & Fleet Management
Teresa Grider, Administrative Officer, Facilities & Fleet Management

DATE: December 14, 2020

SUBJECT: Request Council authorization to approve an amendment to the maintenance agreement with Meridian Management

Request authorization to: approve an amendment to Contract #692-2012 to accept a price increase with Meridian Management Corporation for Facility Management Services for Fayette County Courthouses.

Why are you requesting? On December 6, 2012 (Resolution No. 692-2012), Council approved the agreement for the initial 5-year term and optional (5) one year extensions but no provisions were made for price increases to the contract. The agreement for the optional 1-year extensions began January 13, 2018 and ends January 12, 2023. This is the fourth year of the 5-year extensions.

Department needs this action completed because: To accurately reflect this issue.

What is the cost in this budget year and future budget years?

The cost for this FY is: \$403,484.60

The cost for future FY is: \$564,878.44

Advance Document Review: Law Dept.: No

Risk Management: N/A

Are the funds budgeted?

The funds are budgeted or a budget amendment is in process: Budgeted

Account number: 4022-707501-7044-71299

Project/Grant ID:

Activity:

Budget Reference:

Current Balance: \$414,250

File Number:

Director/Commissioner: Jamshid Baradaran, Director, Facilities & Fleet Management



MAYOR LINDA GORTON



LEXINGTON

JAMSHID BARADARAN
DIRECTOR
FACILITIES & FLEET MANAGEMENT

TO: Mayor Linda Gorton
Urban County Council

FROM: 
Monica Conrad, Acting Commissioner of General Services

DATE: December 14, 2020

RE: Amendment to Maintenance Agreement with Meridian Management Corporation

I am requesting Council approval for an amendment to Contract #692-2012 to accept a price increase with Meridian Management Corporation for Facility Management Services at the Fayette County Courthouses.

On December 6, 2012 (Resolution No. 692-2012), Council approved the agreement for the initial 5-year term and optional (5) one year extensions but no provisions were made for price increases to the contract. The agreement for the optional 1-year extensions began January 13, 2018 and ends January 12, 2023.

The pricing for each 1-year extension is based on the U.S. Bureau of Labor Statistics Consumer Price Index for All Urban Consumers (CPI-U), South Region. The fourth 1-year extension will be an increase of 1.2% under CPI-U as of the November 2020 report.

1/13/20 to 1/12/21 Monthly Price	CPI-U% Adjustment	1/13/21 to 1/12/22 Monthly Price
\$79,740.04	1.2%	\$80,696.92

The Department requests Council authorization to amend Resolution #692-2012 to accurately reflect this issue. Funds are budgeted in 4022-707501-7044-71299.

